

Cody's Statement of Financial Position

	Total Points Earned
15	Total Points Possible
	Percentage

Name _____

Date _____

Class _____

Cody is enrolled in a personal finance class in his second semester of college and one of the assignments is to create a Statement of Financial Position. Although he feels overwhelmed, he has gathered his financial information and is ready to complete this task. Use the information below to help Cody create his Statement of Financial Position for August 1. (10 points for completion)

Cody begins by looking through the stack of bills and statements he has filed. He currently owes \$2,600 in student loans and has a credit card balance of \$850 for one card and \$1,200 for another. He remembers that he borrowed \$200 from his parents to go to Florida for spring break and he owes \$3,200 for his truck, which is worth \$4,500.

Although he doesn't own a home, Cody invested in some furnishings before moving to his own apartment last semester. He owns a television valued at \$250 and an MP3 player which is worth \$200. When he started school, he purchased a laptop, which is now valued at \$750. He owns a game system valued at \$250 and although he owns clothing and other items, he realizes the only other item of real value is a watch his grandfather left him. Last year Cody's mother visited an antique appraiser and learned the watch was worth \$200. His current checking account balance is \$560 and \$945 is available in his savings account. Cody also has \$3,400 saved in other types of savings tools at a depository institution.

Using the template provided, complete Cody's Statement of Financial Position. When the statement is complete use it to answer the questions below about Cody's overall "financial temperature."

1. Would you describe Cody's current financial position as good, average, or poor? Provide two specific examples to support your position. (3 points)

2. What are two specific steps Cody could take to increase his net worth in the next year? (2 points)